LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317) 232-9855

FISCAL IMPACT STATEMENT

LS 7480 DATE PREPARED: Jan 1, 2001

BILL NUMBER: HB 1558 BILL AMENDED:

SUBJECT: Liability of Bureau of Motor Vehicles for Database Errors.

FISCAL ANALYST: James Sperlik **PHONE NUMBER:** 232-9866

FUNDS AFFECTED: GENERAL IMPACT: State

X DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill holds the Bureau of Motor Vehicles (BMV) liable for the expenses incurred by a person who is wrongfully arrested due to inaccurate information in the computer system of the Bureau of Motor Vehicles.

Effective Date: July 1, 2001.

Explanation of State Expenditures: This bill may increase expenditures for the BMV. In the event of a wrongful arrest due to inaccurate information in the BMV computer system, the bill provides that the BMV may be liable for the following: (1) all expenses related to the towing and storage of a person's vehicle; (2) all expenses related to the posting of bail; and (3) any other expenses incurred by the person that the court determines to be appropriate. The specific impact is unknown and will depend upon the number of occurrences and the total expenses involved.

The fund affected is the Motor Vehicle Highway Account which supports the BMV.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles.

Local Agencies Affected:

Information Sources:

HB 1558+